BEFORE THE PUBLIC UTILITIES COMMISSION

OF THE STATE OF HAWAII

In the Matter of the Application of)

HAWAIIAN TELCOM SERVICES COMPANY, INC. and HAWAIIAN TELCOM, INC.

For Approval to Sell Hawaiian Telcom Services Company, Inc.'s Directory Publishing Business and Other Related Matters.

DOCKET NO. 2007-0123

ORDER NO. 24174

Filed _

Chief Clerk of the Commission

ATTEST: A True Copy KAREN HIGASHI

Chief Clerk, Public Utilities Commission, State of Hawaii

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ORDER

By this Order, the commission approves HAWAIIAN TELCOM SERVICES COMPANY, INC. ("HTSC") and HAWAIIAN TELCOM, INC.'s (collectively, "Applicants") request for an additional extension of time to submit their Debt Reduction Plan in accordance with Decision and Order No. 23825, filed on November 13, 2007, in this docket ("Decision and Order No. 23825").²

I.

Applicants' Request

On November 13, 2007, the commission issued Decision and Order No. 23825 conditionally approving Applicants' joint application for approval to sell HTSC's directory publishing business to CBD Investor, Inc. In Decision and

^{&#}x27;Applicants' direct parent is Hawaiian Telcom Communications, Inc.

²The submittal of a Debt Reduction Plan is requirement under Ordering Paragraph No. 5 of Decision and Order No. 23825. See Decision and Order No. 23825 at 31.

Order No. 23825, the commission required Applicants to submit certain monitoring reports including, but not limited to, a Debt Reduction Plan, within 60 days of the date of Decision and Order No. 23825. By letter dated December 21, 2007, and later amended by a subsequent letter dated January 23, 2008, Applicants requested, among other things, an extension of time to submit the Debt Reduction Plan from the initial due date of January 12, 2008, to May 30, 2008, which the Commission granted on February 4, 2008.

Subsequently, by letter dated April 14, 2008, Applicants request an additional one month extension (from May 30, 2008, to June 30, 2008) to submit the Debt Reduction Plan ("Subsequent Extension Request").

II.

Discussion

HAR § 6-61-23(a)(1) authorizes the commission, for good cause shown, to order a period enlarged if a written request is made before the expiration of the period originally prescribed or as extended by a previous order.

In their letter, Applicants represent that they are in the process of developing a 5-year strategic plan, in which the Debt Reduction Plan is a component. According to Applicants, rather than merely providing their plan to reduce debt, the strategic plan will provide a better understanding of Applicants'

³See <u>In re Hawaiian Telcom Services Company, Inc. and Hawaiian Telcom, Inc.</u>, Docket No. 2007-0123, Order No. 24010, filed on February 4, 2008.

direction, including a marketing and sales outlook that will incorporate their plans for new products, services, and other initiatives, which will impact Applicants' Debt Reduction Plan. Applicants assert that while additional time will be needed to complete their strategic plan and associated Debt Reduction Plan, they believe that this "package" of information will provide the commission and the Division of Consumer Advocacy, Department of Consumer Affairs ("Consumer Advocate") Commerce and with additional information to assist in the review of the Moreover, Applicants agree to provide the Debt Reduction Plan. commission and the Consumer Advocate with periodic updates regarding the status and results of the Debt Reduction Plan.

Upon review, the commission finds good cause to approve Applicants' Subsequent Extension Request. This finding is based Applicants' various representations summarized above. on Additionally, given Applicants' representation that their Debt Reduction Plan is a component of Applicants' strategic plan, the commission finds reasonable, at this time, to specifically require Applicants to submit their strategic plan concurrently with their Debt Reduction Plan.

foregoing, the commission Based on the approves Applicants' request for an additional extension of time from May 2008, 30, 2008, to 30, to June submit Applicants' Debt Reduction Plan (to satisfy Ordering Paragraph No. 5 of Decision and Order No. 23825). Moreover, Applicants shall submit their strategic plan concurrently with their Debt Reduction Plan.

III.

<u>Orders</u>

THE COMMISSION ORDERS:

- 1. Applicants' request for an additional extension of time from May 30, 2008, to June 30, 2008, to submit their Debt Reduction Plan (to satisfy Ordering Paragraph No. 5 of Decision and Order No. 23825) is approved.
- 2. Applicants shall submit their strategic plan concurrently with their Debt Reduction Plan.

DONE at Honolulu, Hawaii MAY - 6 2008

PUBLIC UTILITIES COMMISSION OF THE STATE OF HAWAII

By Mas P Caliboso, Chairman

John E. Cole, Commissioner

Leslie H. Kondo, Commissioner

APPROVED AS TO FORM:

Sook Kim

Commission Counsel

2007-0123.eh

CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing Order No. 24174 upon the following parties, by causing a copy hereof to be mailed, postage prepaid, and properly addressed to each such party.

CATHERINE P. AWAKUNI
EXECUTIVE DIRECTOR
DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS
DIVISION OF CONSUMER ADVOCACY
P. O. Box 541
Honolulu, HI 96809

ALAN M. OSHIMA, ESQ.
JOEL K. MATSUNAGA
HAWAIIAN TELCOM SERVICES COMPANY, INC.
HAWAIIAN TELCOM, INC.
1177 Bishop Street
Honolulu, HI 96813

LESLIE A. UEOKA, ESQ.
HAWAIIAN TELCOM SERVICES COMPANY, INC.
HAWAIIAN TELCOM, INC.
1177 Bishop Street
Honolulu, HI 96813

KENT D. MORIHARA, ESQ.
MICHAEL H. LAU, ESQ.
RHONDA L. CHING, ESQ.
MORIHARA LAU & FONG LLP
Davies Pacific Center
841 Bishop Street, Suite 400
Honolulu, HI 96813

Outside Regulatory Counsel for HAWAIIAN TELCOM SERVICES COMPANY, INC. and HAWAIIAN TELCOM, INC.

Karen Higashi

DATED: **MAY - 6 2008**